

SIL-T

Annual Report

OF

Silver Star Telephone Company, Inc.

NAME

PO Box 226, 104101 Hwy 89, Freedom, WY 83120

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED

December 31, 2013

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IDAHO PUBLIC
UTILITIES COMMISSION

**ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING DECEMBER 31, 2013**

COMPANY INFORMATION

Exact name of utility: Silver Star Telephone Company, Inc.

Address of principal office: P.O. Box 226, 104101 Hwy 89, Freedom, WY 83120

Telephone Number Area Code (307) 883-2411

Cities or towns served: Wyoming - Freedom, Etna, Alpine, Afton, Bedford; Idaho - Freedom, Irwin, Wayan

Name and title of officer having custody of the general corporate books of account: _____
Allen R. Hoopes, President

Address of office where corporate books are kept and phone number: _____
P.O. Box 226, 104101 Hwy 89, Freedom, WY 83120 (307) 883-2411

Organized under the laws of the State of: Wyoming

Date of organization: 10/20/1950

Form of organization (proprietorship, association, corporation): Corporation

If a Subchapter S Corporation, please specify: N/A

Name and address of controlling company, if any: N/A

Names of affiliated companies. Give address and description of business: _____
Columbine Telephone Company, Inc.; P.O. Box 226, Freedom, WY 83120
Telecommunications Services

OFFICERS

Report below the title, name and office address of each general officer of the utility at the end of the year. If there were any changes during the year, show the name, title, and address of the previous officer and the date of change.

Title	Name	Address
President	Allen R. Hoopes	P.O. Box 226, Freedom, WY 83120
COO	Ron B. McCue	P.O. Box 226, Freedom, WY 83120
Asst Sec	Michelle Motzkus	P.O. Box 226, Freedom, WY 83120

DIRECTORS

List the name of each person who was a member of the Board of Directors at any given time during the year: (Fees related to meetings only.)

Name and Address	Term Expired or Current Term Will Expire	Meetings Attended This year	Fees Paid During Year
Allen R. Hoopes	Indefinite	4	\$ 196
Bob Foster	Indefinite	4	\$ 196
Rod R. Jensen	Indefinite	4	\$ 196
Name of Chairman of the Board:		Allen R. Hoopes	
Name of Secretary (or Clerk) of Board:		Michelle Motzkus	
Number of Meetings of the Board during the year:		4	

MANAGERS

List the name of each person who performed management duties for the Company during the year, and the total wages and bonuses paid to those persons: (Do not include Director fees in these amounts.)

Name	Title	Wages and Bonuses Paid
Allen R. Hoopes	General Manager / Chairman of the Board	Confidential
Ron B. McCue	President / COO	Confidential
Jennifer Brannen	Director of Marketing / Retail Sales	Confidential
George Scherer	Director of Human Resource	Confidential
Barbra Sessions	Director of Technology	Confidential

Note: These wages include all dollars paid to managers performing work for Silver Star Telephone as well as those dollars allocated to Columbine Telephone Company, dba Teton Telecom.

BALANCE SHEET
Assets and Other Debits

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
Current Assets			
1120 Cash and Equivalents	3,628,653	3,171,071	
1130 Cash			-
1140 Special Cash Deposits			-
1150 Working Cash Advances	400	400	-
1160 Temporary Investments	69,834	85,106	15,272
1180 Telecommunications Accts. Receivable	114,574	30,021	(84,553)
1181 Accts. Rec. Allow. -Telecommunications	5,000	10,000	5,000
1190 Other Accounts Receivable	7,587,977	975,724	(6,612,253)
1191 Accounts Receivable Allow. - Other	(26,862)	(26,862)	-
1200 Notes Receivable			-
1201 Notes Receivable Allowance			-
1210 Interest & Dividends Receivable			-
1220 Material and Supplies	472,435	482,368	9,933
1280 Prepayments			-
1290 Prepaid Rents	1,200	1,200	-
1300 Prepaid Taxes	-	-	-
1310 Prepaid Insurance	14,697	-	(14,697)
1320 Prepaid Directory Expenses			-
1330 Other Prepayments	651,713	6,809	(644,904)
1350 Other Current Assets			-
Noncurrent Assets			
1401 Investment in Affiliated Companies	-	-	-
1402 Investment in Nonaffiliated Companies	7,511,375	5,096,141	(2,415,234)
1406 Nonregulated Investments	6,779,643	7,453,498	673,855
1407 Unamortized Debt Issuance Expense			-
1408 Sinking Funds			-
1410 Other Noncurrent Assets	7,500	7,500	0
1438 Deferred Maintenance & Retirements			-
1439 Deferred Charges			-
1500 Other Jurisdiction Assets - Net			-
Property, Plant and Equipment			
2001 Telecommunications Plants in Service	40,534,591	42,725,450	2,190,859
2002 Prop. Held for Future Telecom. Use			-
2003 Telecom. Plant under Constr. - Short Term	261,063.09	184,135.50	(76,927.59)
2004 Telecom. Plant under Constr. - Long Term			-
2005 Telecom. Plant Adjustment			-
2006 Nonoperating Plant			-
2007 Goodwill			-
Depreciation and Amortization Accounts			
3100 Accumulated Depreciated	30,119,730	31,866,661	1,746,932
3200 Accum. Depre. - Held for Future Use			-
3300 Accumulated Depreciation - Nonoperating	3,572,474	3,965,024	392,551
3400 Accumulated Amortization - Tangible			-
3410 Accum. Amort. - Capitalized Leases			-
3420 Accum. Amort. - Leasehold Improvements			-
3500 Accumulated Amortization - Intangible			-
3600 Accumulated Amortization - Other			-
TOTAL ASSETS	33,921,591	24,370,876	(9,550,715)

BALANCE SHEET
Liabilities & Stockholders' Equity

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
Current Liabilities			
4010 Accounts Payable	8,492,560	824,109	(7,668,451)
4020 Notes Payable	1,200,000	600,000	(600,000)
4030 Advance Billings and Payments	534,204	208,687	(325,517)
4040 Customer Deposits	35,831	52,604	16,773
4050 Current Maturities - Long -Term Debt	943,270	996,336	53,066
4060 Current Maturities - Capital leases	-	-	-
4070 Income Taxes - Accrued	-	-	-
4080 Other Taxes - Accrued	6,673	(12,128)	(18,801)
4100 Net Current Defer. Oper. Income Taxes	(199,796)	(168,150)	31,647
4110 Net Current Defer. Nonoper. Income Taxes	-	-	-
4120 Other Accrued Liabilities	820,302	540,020	(280,282)
4130 Other Current Liabilities	-	-	-
Long-Term Debt			
4210 Funded Debt	3,561,794	2,536,263	(1,025,531)
4220 Premium on Long-Term Debt	-	-	-
4230 Discount on Long-Term Debt	-	-	-
4240 Reacquired Debt	-	-	-
4250 Obligations Under Capital Leases	-	-	-
4260 Advances from Affiliated Companies	-	-	-
4270 Other Long-Term Debt	-	-	-
Other Liabilities & Deferred Credits			
4310 Other Long-Term Liabilities	937,046	1,005,126	68,081
4320 Unamort. Oper. Invest. Tax Credits - Net	115,067	109,279	(5,788)
4330 Unamort. Nonoper. Invest. Tax Credits - Net	-	-	-
4340 Net Noncurrent Defer. Oper. Income Taxes	1,125,525	1,361,631	236,106
4350 Net Noncur. Defer. Nonoper. Income Taxes	415,288	476,550	61,262
4360 Other Deferred Credits	1,156,394	1,177,791	21,398
4370 Other Juris. Liab. & Def. Credits - Net	-	-	-
Stockholders' Equity			
4510 Capital Stock	10,000	10,000	-
4520 Additional Paid-In Capital	6,947,777	6,947,777	-
4530 Treasury Stock	-	-	-
4540 Other Capital	(3,032,752)	(3,426,001)	(393,249)
4550 Retained Earnings	10,852,408	11,130,981	278,572
TOTAL LIAB. & OTHER CREDITS	33,921,591	24,370,876	(9,550,715)

ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE

TOTAL Company Basis

	Balance Beginning of Year	Additions During year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
Analysis of Telecommunications Plant in Service					
1410 Internet Equipment	558,438	15,175			573,613
2111 Land	15,773	-			15,773
2112 Motor Vehicles	1,203,443	399,245	(158,428)		1,444,259
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	1,097,717	16,871	(12,114)		1,102,473
2121 Buildings	3,350,326	78,472			3,428,798
2122 Furniture	379,430				379,430
2123 Office Equipment	681,165	7,391		(3,164)	685,392
2124 General Purpose Computers	1,143,841	145,088	(7,543)		1,281,386
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	1,127,557				1,127,557
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems	704,345	721,722			1,426,067
2232 Circuit Equipment	11,153,832	774,041			11,927,874
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment					
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable	18,780,901	214,103			18,995,004
2424 Submarine Cable					
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems	283,864				283,864
2681 Capital Leases					
2682 Leasehold Improvements	53,003				53,003
2690 Intangibles	958				958
TOTAL PLANT ACCOUNTS	40,534,591	2,372,108	(178,085)	(3,164)	42,725,450

ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS
IDAHO Operations Only

Analysis of Telecommunications Plant in Service	Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
2111 Land	7,012	-	-	-	7,012
2112 Motor Vehicles	-	-	-	-	-
2113 Aircraft	-	-	-	-	-
2114 Special Purpose Vehicles	-	-	-	-	-
2115 Garage Work Equipment	-	-	-	-	-
2116 Other Work Equipment	-	-	-	-	-
2121 Buildings	405,804	51,757	-	-	457,560
2122 Furniture	-	-	-	-	-
2123 Office Equipment	748	-	-	-	748
2124 General Purpose Computers	-	-	-	-	-
2211 Analog Electronic Switching	-	-	-	-	-
2212 Digital Electronic Switching	-	-	-	-	-
2215 Electro-Mechanical Switching	-	-	-	-	-
2220 Operator Systems	-	-	-	-	-
2231 Radio Systems	226,729	111,331	-	-	338,060
2232 Circuit Equipment	3,161,122	175,624.17	-	-	3,336,746
2311 Station Apparatus	-	-	-	-	-
2321 Customer Premises Wiring	-	-	-	-	-
2341 Large Private Branch Exchanges	-	-	-	-	-
2351 Public Telephone Terminal Equipment	-	-	-	-	-
2362 Other Terminal Equipment	-	-	-	-	-
2411 Poles	-	-	-	-	-
2421 Aerial Cable	742	-	-	-	742
2422 Underground Cable	-	-	-	-	-
2423 Buried Cable	6,375,911	41,093	-	-	6,417,004
2424 Submarine Cable	-	-	-	-	-
2426 Intrabuilding Network Cable	-	-	-	-	-
2431 Aerial Wire	-	-	-	-	-
2441 Conduit Systems	2,928	-	-	-	2,928
2681 Capital Leases	-	-	-	-	-
2682 Leasehold Improvements	-	-	-	-	-
2690 Intangibles	-	-	-	-	-
TOTAL PLANT ACCOUNTS	10,180,996	379,805	-	-	10,560,801

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

	TOTAL Company Basis				
	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
Analysis of Entries in Accumulated Depreciation					
1410 Internet	548,377	33.33%	10,061		558,438
2112 Motor Vehicles	1,203,443	20.00%	178,209	(158,428)	1,223,224
2113 Aircraft			-		
2114 Special Purpose Vehicles			-		
2115 Garage Work Equipment			-		
2116 Other Work Equipment	1,097,717	10.00%	13,530	(12,114)	1,099,133
2121 Buildings	2,242,578	5.00%	167,929		2,410,507
2122 Furniture	375,281	FD	588		375,869
2123 Office Equipment	482,473	14 - 20%	52,234		534,707
2124 General Purpose Computers	1,102,627	14.00%	17,514	(7,543)	1,112,597
2211 Analog Electronic Switching			-		
2212 Digital Electronic Switching	550,228	8.33 - 12%	93,925	-	644,153
2215 Electro-Mechanical Switching			-		
2220 Operator Systems			-		
2231 Radio Systems	547,276	10.00%	68,217	-	615,493
2232 Circuit Equipment	7,884,777	10 - 12.5%	946,250	-	8,831,027
2311 Station Apparatus			-		
2321 Customer Premises Wiring			-		
2341 Large Private Branch Exchanges			-		
2351 Public Telephone Terminal Equipment			-		
2362 Other Terminal Equipment			-		
2411 Poles			-		
2421 Aerial Cable			-		
2422 Underground Cable		5.00%	-		
2423 Buried Cable		5 - 20%	-		
2424 Submarine Cable	13,906,258		362,331	-	14,268,589
2426 Intrabuilding Network Cable			-		
2431 Aerial Wire			-		
2441 Conduit Systems	160,100	5.00%	14,193		174,293
2682 Leasehold Improvements	15,981	5.00%	2,650		18,631
TOTAL	30,117,115		1,927,632	(178,085)	31,866,661

*Please list individual depreciation rate for each account.

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

IDAHO Operations Only

	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	-	20.00%	-	-	-
2113 Aircraft	-		-	-	-
2114 Special Purpose Vehicles	-		-	-	-
2115 Garage Work Equipment	-		-	-	-
2116 Other Work Equipment	-	10.00%	-	-	-
2121 Buildings	236,662	5.00%	20,536	-	257,197
2122 Furniture	-	FD	-	-	-
2123 Office Equipment	748	14 - 20%	-	-	748
2124 General Purpose Computers	-	14.00%	-	-	-
2211 Analog Electronic Switching	-		-	-	-
2212 Digital Electronic Switching	-		-	-	-
2215 Electro-Mechanical Switching	-	8.33 - 12%	-	-	-
2220 Operator Systems	-		-	-	-
2231 Radio Systems	123,132	10.00%	29,063	-	152,195
2232 Circuit Equipment	2,918,212	10 - 12.5%	127,884	-	3,046,096
2311 Station Apparatus	-		-	-	-
2321 Customer Premises Wiring	-		-	-	-
2341 Large Private Branch Exchanges	-		-	-	-
2351 Public Telephone Terminal Equipment	-		-	-	-
2362 Other Terminal Equipment	-		-	-	-
2411 Poles	-		-	-	-
2421 Aerial Cable	-		-	-	-
2422 Underground Cable	-	5.00%	-	-	-
2423 Buried Cable	6,293,879	5 - 20%	9,003	-	6,302,882
2424 Submarine Cable	-		-	-	-
2426 Intrabuilding Network Cable	-		-	-	-
2431 Aerial Wire	-		-	-	-
2441 Conduit Systems	1,623	5.00%	146	-	1,769
2682 Leasehold Improvements	-	5.00%	-	-	-
TOTAL	9,574,256		186,631	-	9,760,887

*Please list individual depreciation rate for each account.

INVESTMENTS

Report below the investments in Accounts 1401, 1402 and 1406. Identify each investment as to the account in which included. Minor amounts in Account 1406 may be grouped by classes.

<u>Description</u>	<u>Date Acquired</u>	<u>Book Cost of Investments Disposed of This year</u>	<u>Book Cost of Investments Held at End of Year</u>
Cash Value -Life Ins.	Various	_____	1,084,650
Syringa Networks	2000	_____	923,455
PCS Investments	Various	_____	2,467,799
RTB Stock		_____	-
Unicomconnect LLC	2009	_____	24,000
RTFC Capital Credits	Various	_____	132,427
RTFC Certificates	Various	_____	57,303
Independent Cable Systems	2003	_____	395,708
Economic Development Loan	2000	_____	-
Investment-Wells Fargo	2003	_____	17,200
Silver Star - Afton (CLEC)	1999	_____	7,453,498
Investment-Unicomconnect	2010	_____	(6,400)
Totals		-	12,549,639

RECEIVABLES

Itemize amounts show in Accounts 1180, 1190 and 1200. For notes receivable list each note separately and include the maturity date and interest rate. Minor amounts in Account 1210 may be combined.

<u>Name of Company</u>	<u>Amount at End of Year</u>	
	<u>Notes Receivable</u>	<u>Accounts Receivable</u>
Customer Billed	_____	126,418
Bridgerland Wireless	_____	14,029
Neca	_____	277,102
Interexchange Carriers	_____	118,043
Goldstar	_____	-
Silver Star Afton	_____	-
State USF	_____	7,328
Schools & Libraries	_____	4,427
Other	_____	292,108
Totals		988,883

NOTES PAYABLE

For Notes Payable, list each note separately and include the maturity date and interest rate.

<u>Name of Creditor</u>	<u>Date of Note</u>	<u>Interest Rate</u>	<u>Due Date</u>	<u>Face Amount</u>
RTFC	Jul-09	Various	Jul-12	600,000
Totals				600,000

ACCOUNTS PAYABLE

Report below all Accounts Payable amounting to more than \$100.00

<u>Name of Creditor</u>	<u>Amount</u>
Fed, State, Local Tax	32,209
Corporate Benefits	150,883
NECA	45,928
Long Distance Carriers	(502)
World Visions	-
Various Other Vendors	581,000
Inter Company	14,590.86
Totals	824,109

LONG - TERM DEBT

Accounts 4210, 4240, 4250, 4260, 4270 and 4310

List the required data for each obligation included in these accounts, grouping them by account number and showing totals for each account. If any obligations mature serially or otherwise at various dates, give particulars in a note.

Class & Series of Obligation	Date of Issue	Date of Maturity	Fact Amount Authorized	Outstanding Year-End	Premium/ Discount		Interest for year	
					Total	Year Amortized	Rate	Amount
RUS NOTE - 2.0%	6/1/2003	2009	20,301	-			2.00%	-
RUS NOTE - 5.0%	3/1/1974	2015	1,689,000	21,356.95			5.00%	1,432.21
RUS NOTE - 5.0%	12/1/1990	2025	2,188,000	-			5.00%	-
RUS NOTE - 5.0%	5/1/2003	2018	6,758,000	1,142,315.46			5.00%	65,823.02
RUS NOTE - 5.0%	9/30/2005	2017	653,773	223,640.58			5.00%	12,881.32
RUS NOTE - 5.0%	8/31/2006	2017	2,446,100	891,591.22			5.00%	51,341.04
RUS NOTE - 6.57%	12/1/1995	2009	350,000	-			6.57%	-
RUS NOTE - 6.75%	12/1/1995	2009	864,345	-			6.75%	-
RUS NOTE - 6.96%	12/1/1995	2009	190,655	-			6.96%	-
RTB NOTE - 6.54%	12/1/1990	2009	820,050	-			6.54%	-
RTFC LOC - 5.25%			3,732,000				5.25%	
RTFC NOTE - VARIOUS	10/1/2001	2016	3,263,158	845,562.01			VARIOUS	50,387.57
RTFC NTOE - VARIOUS	9/1/2003	2018	4,166,667	-			VARIOUS	38,723.83
PCS NOTE - 6.25%	4/1/1997	2007	39,600	-			6.25%	438.71
EQUIPMENT NOTES - 0.0%		Various		108,133.52			0.00%	402.92
RURAL ECONOMIC DEV. NOTE - 0.0%			300,000	300,000.00			0.00%	-
LESS CURRENT PORTION				(996,336.41)				
TOTALS				2,536,263.33				221,430.62

INCOME & RETAINED EARNINGS STATEMENT

Item	Total Company	Idaho Only
Total Operating Income (from page 16)	<u>9,630,844.88</u>	<u>1,913,059.03</u>
Total Operating Expenses (from page 17)	<u>8,628,962.61</u>	<u>1,372,443.69</u>
7100 Other Operating Income and Expense	<u>-</u>	<u>-</u>
7210 Operating Investment Tax Credits-Net	<u>4,500.00</u>	<u>4,500.00</u>
7220 Operating Federal Income Taxes	<u>215,571.31</u>	<u>105,561.00</u>
7230 Operating State and Local Income Taxes	<u>6,000.00</u>	<u>6,000.00</u>
7240 Operating Other Taxes	<u>89,863.30</u>	<u>20,852.04</u>
7250 Provision for Deferred Operating Income Taxes-Net	<u>255,386.83</u>	<u>143,658.00</u>
7200 Operating Taxes (Total)	<u>571,321.44</u>	<u>280,571.04</u>
7310 Dividend Income	<u>(7,067.73)</u>	<u>(2,212.48)</u>
7320 Interest Income	<u>(7,616.94)</u>	<u>(1,084.18)</u>
7330 Income from Sinking and Other Funds	<u>-</u>	<u>-</u>
7340 Allowance for Funds Used During Construction	<u>-</u>	<u>-</u>
7350 Gains/Losses from the Disposition of Certain Property	<u>-</u>	<u>-</u>
7360 Other Nonoperating Income	<u>169,003.56</u>	<u>(147,524.00)</u>
7370 Special Charges	<u>(103,521.22)</u>	<u>66.65</u>
7300 Nonoperating Income and Expense	<u>50,797.67</u>	<u>(150,754.01)</u>
7410 Nonoperating Investment Tax Credits-Net	<u>-</u>	<u>-</u>
7420 Nonoperating Federal Income Taxes	<u>-</u>	<u>-</u>
7430 Nonoperating State and Local Income Taxes	<u>-</u>	<u>-</u>
7440 Nonoperating Other Taxes	<u>-</u>	<u>-</u>
7450 Provision for Deferred Nonoperating Income Taxes-Net	<u>50,400.81</u>	<u>(7,087.00)</u>
7400 Nonoperating Taxes	<u>50,400.81</u>	<u>(7,087.00)</u>
7510 Interest on Funded Debt	<u>220,588.99</u>	<u>51,793.26</u>
7520 Interest Expense-Capital Leases	<u>-</u>	<u>-</u>
7530 Amortization of Debt Issuance Expense	<u>-</u>	<u>-</u>
7540 Other Interest Deductions	<u>841.63</u>	<u>7.79</u>
7500 Interest and Related Items	<u>221,430.62</u>	<u>51,801.05</u>
7610 Extraordinary Income Credits	<u>-</u>	<u>-</u>
7620 Extraordinary Income Charges	<u>-</u>	<u>-</u>
7630 Current Income Tax Effect of Extraordinary Items-Net	<u>-</u>	<u>-</u>
7640 Provision for Deferred Income Tax Effect of Extraordinary Items-Net	<u>-</u>	<u>-</u>
7600 Extraordinary Items	<u>-</u>	<u>-</u>
7910 Income Effect of Jurisdictional Ratemaking Differences-Net	<u>-</u>	<u>-</u>
7990 Nonregulated Net Income	<u>1,112,923.94</u>	<u>71,917.67</u>
AMOUNT TRANSFERRED TO RETAINED EARNINGS	<u>1,220,855.67</u>	<u>438,001.93</u>

OPERATING REVENUES

Item	Total Company	Idaho Only
Local Network Services Revenues		
5001 Basic Area Revenue	1,270,958	156,865
5002 Optional Extended Area Revenue		
5003 Cellular Mobile Revenue	(27,314)	(819)
5004 Other Mobile Services Revenue		
5010 Public Telephone Revenue	-	-
5040 Local Private Line Revenue	258,486	64,157
5050 Customer Premises Revenue		
5060 Other Local Exchange Revenue	206,702	15,686
5069 Other Local Exchange Settlements	1,617,836	571,686
Network Access Services Revenues		
5081 End User Revenue (SLC)	523,080	56,738
5082 Switched Access Revenue (Interstate)	3,136,569	596,307
5083 Special Access Revenue	1,514,770	335,073
5084 State Access Revenue (Intrastate)	144,194	22,130
Long Distance Network Services Revenues		
5100 Long Distance Message Revenue - All	-	-
Miscellaneous Revenues		
5230 Directory Revenue	61,357	565
5240 Rent Revenue	746,464	86,122
5250 Corporate Operations Revenue	122,436	5,310
5261 Special Billing Arrangements Revenue		
5262 Customer Operations Revenue		
5263 Plant Operations Revenue		
5264 Other Incidental Regulated Revenue		
5269 Other Revenue Settlements		
5270 Carrier Billing & Collection Revenue	74,950	3,775
Uncollectible Revenues		
5301 Uncollectible Revenue - Telecommunications	(19,500)	(417)
5302 Uncollectible Revenue - Other	(144)	(120)
TOTAL OPERATING REVENUES	9,630,845	1,913,059

Please identify the following revenues:

NECA USF	\$ <u>1,466,714</u>	To what account were they booked?	5,069
State USF	\$ <u>155,677</u>	To what account were they booked?	5,069

OPERATING REVENUES

Item	Total Company	Idaho Only
Plant Specific Operations Expense		
6110 Network Support Expenses		
6112 Motor Vehicle Expense	33,213	9,497
6113 Aircraft Expense		
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense		
6120 General Support Expenses		
6121 Land and Building Expenses	243,646	52,889
6122 Furniture and Artworks Expense	2,511	63
6123 Office Equipment Expense	83,019	18,788
6124 General Purpose Computers Expense	354,315	62,778
6210 Central Office Switching Expenses		
6211 Analog Electronic Expense		
6212 Digital Electronic Expense	237,340	26,371
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses		
6231 Radio Systems Expense	37,691	716
6232 Circuit Equipment Expense	802,131	113,820
6310 Information Origination/Termination Expense		
6311 Station Apparatus Expense		
6341 Large Private Branch Exchange Expense		
6351 Public Telephone Terminal Equipment Expense		
6362 Other Terminal Equipment Expense		
6410 Cable and Wire Facilities Expenses		
6411 Pole Expense		
6421 Aerial Cable Expense	-	-
6422 Underground Cable Expense		
6423 Buried Cable Expense	1,024,641	178,332
6424 Submarine Cable Expense		
6425 Deep Sea Cable Expense		
6426 Intrabuilding Network Cable Expense		
6431 Aerial Wire Expense		
6441 Conduit Systems Expense		
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	2,818,505	463,254

OPERATING REVENUES

Item	Total Company	Idaho Only
Plant Nonspecific Operations Expense		
6510 Other Property/Plant/Equipment Expenses		
6511 Property Held for Future Telecomm. Use Expenses		
6512 Provisioning Expense		
6530 Network Operations Expense		
6531 Power Expense	-	-
6532 Network Administration Expense	84,580.41	7,840.23
6533 Testing Expense	82,136.15	10,764.12
6534 Plant Operations Administration Expense	159,470.95	33,462.02
6535 Engineering Expense	248,252.32	64,517.78
6540 Access Expense	158,152.77	40,078.26
6560 Depreciation and Amortization Expenses		
6561 Depreciation Expense-Telecom. Plant in Service	2,310,191.17	186,631.29
6562 Depreciation Expense-Property Held for Future Use		
6563 Amortization Expense - Tangible		
6564 Amortization Expense - Intangible	1,600.08	-
6565 Amortization Expense - Other		
Total Plant Nonspecific Operations Expenses		
Customer Operations Expense	3,044,383.85	343,293.70
6610 Marketing		
6611 Product Management	407.49	103.81
6612 Sales	141,397.85	17,728.71
6613 Product Advertising	230,476.34	38,442.68
6620 Services		
6621 Call Completion Services		
6622 Number Services	32,323.46	4,871.32
6623 Customer Services	564,648.68	94,870.32
Total Customer Operations Expense	969,253.82	156,016.84
Corporate Operations Expense		
6710 Executive and Planning		
6711 Executive	321,938.70	85,677.00
6712 Planning	7,209.01	609.41
6720 General and Administrative		
6721 Accounting and Finance	697,621.37	202,801.65
6722 External Relations	113,778.85	16,810.04
6723 Human Resources	127,138.62	25,168.77
6724 Information Management		
6725 Legal	234,454.32	12,290.67
6726 Procurement	67,390.33	17,445.69
6727 Research and Development		
6728 Other General and Administrative	227,288.50	49,076.08
6790 Provision for Uncollectible Notes Receivable		
Total Corporate Operations Expense	1,796,819.70	409,879.31
TOTAL OPERATING EXPENSES	8,628,962.61	1,372,443.69

CENTRAL OFFICE DATA
as of December 31, 2013 (unless otherwise indicated)

Name of Central Office: _____ None
Prefix (es): 574 And 483
Central Office Switch Type: _____

Check all that apply:
Stand Alone _____ **Check one:**
Host _____ Digital _____
Remote _____ Analog _____
Other: _____

Access Line Capacity
Design: _____
Access Lines in Use
Customer Lines 350
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: _____
Public Telephone Lines 2
Company Official Lines 22
Company Test Lines _____

Classification of Customer Access

	Residence			Business			Total Residence & Business
	Multi- Line 1-Party	Single Line Multi- Party	Subtotal Residence	Multi- Line 1-Party	Single Line Multi- Party	Subtotal Business	
Beginning of Year	281	21	281	88	37	125	406
New Connects	74	21	74	6	5	11	32
Disconnects	228	74	228	12	2	14	88
End of Year	228	74	228	82	40	122	350

Foreign Exchange:
Dial Tone from this C.O.: _____
Dial Tone from another C.O.: _____

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 41

Custom Calling:
Number of customers with at least one feature: _____
Total number of features subscribed to: 12

NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (Year) 2012

Local Exchange	Average # of Customer Lines in Use	Local Calls		Toll Calls Originated (Total of all Carriers)			Avg./ Line
		Number (1000s)	Avg./ Line	Intrastate	Interstate	Total	
1 <u>208/483</u>	_____	_____	_____	_____	_____	_____	_____
2 <u>208/574</u>	_____	_____	_____	_____	_____	_____	_____
3 _____	_____	_____	_____	_____	_____	_____	_____
4 _____	_____	_____	_____	_____	_____	_____	_____
5 _____	_____	_____	_____	_____	_____	_____	_____
6 _____	_____	_____	_____	_____	_____	_____	_____
7 _____	_____	_____	_____	_____	_____	_____	_____
8 _____	_____	_____	_____	_____	_____	_____	_____
9 _____	_____	_____	_____	_____	_____	_____	_____
10 _____	_____	_____	_____	_____	_____	_____	_____
11 _____	_____	_____	_____	_____	_____	_____	_____
12 _____	_____	_____	_____	_____	_____	_____	_____
13 _____	_____	_____	_____	_____	_____	_____	_____
14 _____	_____	_____	_____	_____	_____	_____	_____
15 _____	_____	_____	_____	_____	_____	_____	_____
16 _____	_____	_____	_____	_____	_____	_____	_____
17 _____	_____	_____	_____	_____	_____	_____	_____
18 _____	_____	_____	_____	_____	_____	_____	_____

YEAR ENDED DECEMBER 31, 2013.

CUSTOMER RELATIONS RULES COMPLIANCE

Rule IDAPA 31.21.01.603

Rule IDAPA 31.41.01.105

Please provide copies of:

Summary of Customer Relations Rules for Telephone Corporations

Idaho Telephone Solicitation Act Notification

Method of Notification:

Mailed separately to customers Yes _____ No X

Included in directory Yes X No _____

Date of notification _____

Alternate method of notification _____

Rule IDAPA 31.41.01.403.02

Record of Complaints: Silver Star Telecom

Number received by Company _____

Category of complaints (if known):

Deposit Disputes _____

Charges on Bill _____

Denial/Termination _____

Quality or Availability
of Service _____

Carrier Selection/Assignment _____

Miscellaneous _____

Rev 3/02

CERTIFICATE

State of Idaho)
) ss
County of)

WE, the undersigned Kurt Garrard

and _____

of the Silver Star Telephone Company, Inc. utility,

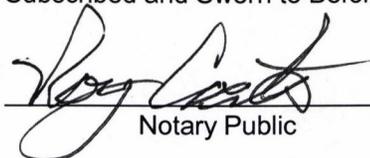
on our oath do severally say that the foregoing return has been prepared under our direction, from the original books, papers, and records of said utility; that we have carefully examined same, and declare the same to be a correct statement of the business affairs of said utility for the period covered by the return in respect to each and every matter and thing therein set forth, to the best of our knowledge, information and belief.



(Chief Officer)

(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 12TH day of May, (Year) 2014.



Notary Public



My Commission expires 3-13, (Year) 18.